

# 517.207 Exercise of options.

In addition to the requirements of [FAR 17.207](#), the contracting officer must also:

- (a) Document the contract file with the rationale for an extended contractual relationship if the contractor's performance rating under the contract is less than satisfactory.
- (b) Determine that the option price is fair and reasonable.
- (c) The consideration of other factors as prescribed by [FAR 17.207\(c\)\(3\)](#) should also include consideration of any tiered solutions (see [subpart 507.71](#)) or mandated solutions that were otherwise not available at the time of award.

**Parent topic:** [Subpart 517.2 - Options](#)